

**00584**

**1981/06/16**

(EK)



\*\*\* Current Classification \*\*\* ~~CONFIDENTIAL~~

\*\*\* Current Handling Restrictions \*\*\* n/a

<<<\*\*\*\* OASYS DOCUMENT HEADER \*\*\*\*>>>

DOC\_NBR= 81SECTO04067

FILM= D810281-0298

DATE= 16 JUN 81

TYPE= TE

FROM= SECRETARY

OR-M

BEIJING

DRAFTER= n/a

OFFICE= ACTION SS

TO= STATE

CHANNEL= n/a

ORIGHAND= n/a

ORIGPHAND= n/a

ORIGCLASS= ~~CONFIDENTIAL~~

ORIGPCLASS= n/a

EO= GS 19870616 SEITZ, R G H

SUBJECT= MESSAGE TO SECRETARY REGAN: SECRETARY HAIG'S MEETING WITH BO YIBO

REFERENCE= n/a

CONTROL\_NBR= n/a

ENCLOSURE= n/a

LOCATOR= TEXT ON-LINE, ON MICROFILM

ERRORS= N/A

CONCEPTS= SECTO, SALES, ECONOMIC COOPERATION, AGRICULTURAL AGREEMENTS, MEETINGS

TAGS= OVIP, EAGR, ECON, US, CH, (HAIG, ALEXANDER M JR), (BO YIBO)

DEPARTMENT OF STATE		IS/FPC/CDR <u>TKR</u> Date: <u>12/5/92</u>
<input checked="" type="checkbox"/> RELEASE	<input checked="" type="checkbox"/> DECLASSIFY	MR Cases Only:
<input type="checkbox"/> EXCISE	<input type="checkbox"/> DISCARD	EO Citations: _____
<input type="checkbox"/> IDENT	<input type="checkbox"/> IN PART	
<input type="checkbox"/> DELETE Non-Responsive Info		TS authority: <u>top</u>
FOIA Exemptions _____		<input type="checkbox"/> CLASSIFY as <input type="checkbox"/> S or
PA Exemptions _____		<input type="checkbox"/> DOWNGRADE TS to <input type="checkbox"/> S or

<<<<>>>>

~~CONFIDENTIAL~~

PAGE 01     SECTO 04067 160311Z  
ACTION SS-15

INFO OCT-01 ADS-00 EA-10 SSO-00 TRSE-00 CCO-00 /026 W  
-----016325 160323Z /70 60

O 160120Z JUN 81 ZFF-6  
FM USDEL SECRETARY IN BEIJING  
TO SECSTATE WASHDC IMMEDIATE 5849

C O N F I D E N T I A L SECTO 04067

STATE PLEASE PASS TO TREASURY

E.O. 12065: GDS 6/15/87 (SEITZ, R.G.H.)  
TAGS: OVIP (HAIG, ALEXANDER M.), CH  
SUBJECT: MESSAGE TO SECRETARY REGAN:  
SECRETARY HAIG'S MEETING WITH BO YIBO

1. (~~CONFIDENTIAL~~ - ENTIRE TEXT).
2. DURING MY MEETING WITH VICE PREMIER BO YIBO TODAY, I MENTIONED THAT YOU WERE LOOKING FORWARD TO HEADING THE U.S. SIDE IN THE NEXT JOINT ECONOMIC COMMISSION MEETING TO BE HELD IN CHINA. BO WELCOMED THIS PROSPECT, AGREED TO HOLD THE JEC IN CHINA SOMETIME THIS AUTUMN, AND SUGGESTED THAT SPECIFIC ARRANGEMENTS BE WORKED OUT THROUGH DIPLOMATIC CHANNELS.
3. I ALSO FLAGGED THE CONCERNS OF AMERICAN BUSINESSMEN ABOUT POSSIBLE DUAL TAXATION PROBLEMS POSED BY PRC TAX LAWS, AND RELAYED YOUR OFFER TO SEND TAX EXPERTS TO CHINA TO DISCUSS THE PROBLEM. BO ACKNOWLEDGED THAT A PROBLEM EXISTS, AND THAT CHINESE AUTHORITIES ARE NOT SUFFICIENTLY FAMILIAR WITH OUR TAX LAWS. HE WELCOMED THE PROSPECT OF DISCUSSIONS WITH U.S. SPECIALISTS, AND INDICATED ARRANGEMENTS FOR SUCH EXCHANGES COULD BE WORKED OUT THROUGH DIPLOMATIC CHANNELS.

~~CONFIDENTIAL~~

~~CONFIDENTIAL~~

PAGE 02     SECTO 04067 160311Z

4. MAC BALDRIDGE'S PROPOSAL TO CREATE A NEW JOINT COMMISSION ON COMMERCE AND TRADE WAS ALSO PUT FORWARD. BO REACTED AFFIRMATIVELY AND AGREED TO ENTERTAIN A

1  
SPECIFIC PROPOSAL WITHIN THE NEXT MONTH. WHEN I RETURN  
FROM MY TRIP, WE SHOULD SIT DOWN TOGETHER AND CONSIDER  
HOW THE NEW COMMISSION CAN COMPLEMENT THE JEC, AND HOW  
BOTH CAN BE USED TO EXPAND U.S. COMMERCIAL OPPORTUNITIES  
IN CHINA BY ENCOURAGING CHINA'S MODERNIZATION.  
WARM REGARDS, AL.  
HAIG

CONFIDENTIAL

N VVZCZ

\*\*\* Current Handling Restrictions \*\*\* n/a

\*\*\* Current Classification \*\*\* CONFIDENTIAL